BEST COPY Available THROUGHOUT FOLDER

MEC BRIEFING

24 JANUARY 1956

SOUTH VIETNAM

- President Diem, whose regime has been progressing without setbacks in dealing with South Vulnamis major gol, ec, a securit problem.

 Asince he drove Binh Kuyen gampters out of Saigon last spring, has finally announced date (4 March) for long-promised assembly elections.
 - A. 123 assembly members will have, as first job, approval of government-drafted constitution.
 - B. Delay in setting date for election (first scheduled for Dec '55) has been caused by government's careful preparations, aimed at keeping everything under control.
 - 1. These government control efforts have alienated a number of former pro-government elements, brought charges of dictatorship against Diem.
 - 2. However, Diem justifies tight controls on grounds his government still at war with Viet Minh.
 - C. Actual setting of election date is reflection government's confidence.
- II. Security situation, although vastly improved since last spring, is still far from satisfactory.
 - A. Although Binh Xuyen armed force has been destroyed and its tough-talking chief is refugee in France, combat-effectiveness of remaining Hea Hao rebels (in southwest) has been bucked up by Viet Minh aid and guidance.

Approved For Release 2002/05/09 : CIA-RDPY9R00890A0007000 To

25X1

Approved For Release 2002/<u>05/09@51101079P0</u>0890A000700010001-8

- In clash with Hos Hao on 13 Jan, Vietnamese army suffered he heaviest casualties in any single action since end of war (61 killed and missing, including battalion commander).
- C. Army now has more than 20,000 troops deployed against some 3,200 Hos Hao.
- By alliance with Hoa Hao rebels, Viet Minh manages to fight

(1

III.			open violation of only one of many as	
<u> </u>	Minh anti-Diem e	offort.		

25X1

8			

- A. Hanoi violently denounces Diem's election plans as Americanimspired plot to sabotage unification effort. Calls for boycott.
 - 1. Vist Minh similarly denounced last October's referendum on Bao Dai, but turnout was good and Diem got 98% of vote.
- B. Absence of VM interference last Oct is indication of Viet Minh's unwillingness show hand before time ripe.
- C. But gradual improvement of Diem's security services is also an important factor.
- V. Even after Mar elections, Diem will still face problem of how to handle his inheritance from Geneva--all-Vietnam elections for unification, called for in July '56.
 - A. He adamantly refuses to accept commitments made by France at '54 Geneva conference.
 - B. French have neither intention nor capability of meeting these commitments: Expeditionary Corps down to about 20,000 men.
 - Diem has asked for complete withdrawal of Corps, anticipating that his relations with French government will be more difficult if Republican Front is installed.

25X1

25X1

25X1

- 2. Such a government in Paris might complicate matters by putting new emphasis on Sainteness mission, diplomatic pressure for strict adherence to Geneva terms.
- C. But, although future of International Control Commission is cloudy, even Indians -- who chair it -- appear to recognize that all-Vietnam elections are now virtually out of question.